# **EXHIBIT D**

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1	UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK
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3	IN RE: GENERAL MOTORS LLC IGNITION SWITCH LITIGATION,
4	14 MD 2543 (JMF)
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6	x
7	New York, N.Y. March 1, 2019
8	9:35 a.m.
9	Before:
10	HON. JESSE M. FURMAN,
11	District Judge
12	APPEARANCES
13	
14	HILLIARD MUNOZ GONZALES LLP BY: ROBERT HILLIARD
15	-AND- LIEFF CABRASER HEIMANN AND BERNSTEIN LLP
16	BY: ELIZABETH JOAN CABRASER  -AND-
17	HAGENS BERMAN SOBOL SHAPIRO LLP (Seattle) BY: STEVE W. BERMAN
18	Attorneys for Plaintiffs
19	KIRKLAND & ELLIS LLP Attorneys for Defendants
20	BY: RICHARD CARTIER GODFREY WENDY BLOOM
21	ANDREW B. BLOOMER RENEE SMITH
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23	DEREK POTTS Attorney for Plaintiffs
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team ignoring my questions like why are we going to La Guardia.

MR. GODFREY: I'm not sure how I could describe my

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THE COURT: Welcome. I'm glad you readied the ship, so to speak, and everyone is here. A reminder to speak into the microphone so that anyone on CourtCall can hear us. Let's get into it.

The first item is the bankruptcy proceedings which have become a little more involved. I know the motion to withdraw the reference has been filed. I accepted it as related, and it is now assigned to me.

I confess that I have not read the submissions with care at this point. I have skimmed them, and I did notice, I think, if I'm not mistaken, that New GM is arguing that the motion to withdraw the reference would be unnecessary if Judge Glenn were to grant a stay. So it raises in my mind the question of what order these things should be addressed in and briefing schedules and what have you.

Any thoughts on these issues?

MR. GODFREY: Yes, your Honor. Rick Godfrey on behalf of New GM.

The way the schedule is currently set in the bankruptcy court is that the plaintiffs' proposed settlement is scheduled to be presented and heard on March 11. Unless there is a change in that schedule, we have no time to await a stay resolution and then brief withdrawal. Withdrawal briefing should take place now. We filed an opening brief. We think it's mandatory. We also think in the alternative, it's

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1	MR. GODFREY: I think it's automatic, your Honor.
2	THE COURT: But he hasn't altered the default
3	schedule?
4	MR. GODFREY: Mr. Bloomer is reminding me of
5	something. If I might have a second, your Honor?
6	THE COURT: Sure.
7	(Defense counsel conferred)
8	MR. GODFREY: It's automatic, your Honor. We had
9	asked for a scheduling conference, but that did not take place.
10	So it's automatic in terms of briefing.
11	THE COURT: And is it a two-week/one-week briefing
12	schedule?
13	MR. BERMAN: Our brief in opposition to the motion to
14	stay is due on Monday.
15	THE COURT: Okay. Do you have thoughts of how we
16	should be proceeding, what I should be doing?
17	MR. BERMAN: Yes, I do have thoughts, your Honor.
18	THE COURT: I would expect so.
19	MR. BERMAN: Our thoughts, Ms. Cabraser's and I, are
20	as follows: In its brief I just had a chance to skim it,
21	but at page 2, New GM says there is a stay motion before
22	Judge Glenn. In the absence of a stay, this Court should
23	withdraw the reference to the Rule 23 motion from the
24	bankruptcy court.
25	So our position is let's let this play out because if

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1	actual final settlement would be a five-month period.
2	THE COURT: I see.
3	MR. BERMAN: So I'm suggesting, let's see what
4	happens. And then if the stay is denied, we can wrestle with
5	the timing of briefing on the withdrawal motion.
6	THE COURT: All right. Meaning your position is we
7	shouldn't even set a briefing schedule on the withdrawal
8	motion.
9	MR. BERMAN: That's correct, until we find out if it's
10	needed.
11	THE COURT: Right now I assume under the default
12	rules, you would normally have I don't know how these things
13	work.
14	MR. BERMAN: We would normally do it on the default
15	rules. Our opposition to the mother to withdraw is due next
16	Friday.
17	THE COURT: Right.
18	MR. BERMAN: If you want to go ahead with briefing, we
19	would ask for some more time on that because he's wrestling
20	with the stay motion due Monday, and then effectively that
21	would only give us Tuesday through Friday to work on the
22	withdrawal motion. So at a minimum, we'd want to push that out
23	a little bit.
24	THE COURT: I know you're capable of doing more than
25	one thing at a time, but I hear you.

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Mr. Godfrey, there seems some wisdom in letting things play out. Let me put it this way: I don't think I would be in a position to decide the withdrawal motion by March 11. It's not fully briefed, and I haven't started looking at it. It's a big issue to decide in that timeframe. It's essentially a week from now.

So I don't see much choice in letting things play out and seeing what Judge Glenn does with both the settlement and the stay application. And then we can assess where there's urgency and what the schedule should be. No?

MR. GODFREY: Well, first, this is driven by the plaintiffs' insistence of having a March 11 preliminary approval date. If they change the date, this Court has plenty of time to consider the withdrawal matter.

Second, withdrawal is mandatory. We don't think on the issues at hand, Judge Glenn has jurisdiction or should be deciding them. Third --

THE COURT: So why did you wait until February 22 to file the motion then?

MR. GODFREY: They filed their papers on February 1 or February 2. We filed our motion to stay --

THE COURT: Right. But you've been threatening a motion to withdraw the reference for literally six months, if I remember correctly. Certainly this is not the first time I heard it.

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So I would think you could have either filed before they filed their motion. I think the motion schedule was previously set. So in that regard, Judge Glenn was entertaining it, or you could have been in a position to file it on February 2.

MR. GODFREY: No. Because we actually read their papers. Their papers have serious problems. We actually tied our motion to the request. And we demonstrate the overlap. We demonstrate the inconsistent risk. We demonstrate the waste of judicial resources, and we do that in our papers based on what they filed.

THE COURT: So what do you propose?

MR. GODFREY: What I propose is either one of two things: Either they adjourn the March 11 date so that Judge Glenn has the opportunity to determine whether there is a stay that will be entered or not; we simultaneously brief withdrawals so that if Judge Glenn denies the stay motion; this Court can then in due course take up the withdrawal motion. There is no rush on this, other than the rush created by the plaintiffs.

THE COURT: And I don't know how Judge Glenn's calendar operates.

What leads us to believe that he actually is going to rule on the settlement on March 11?

MR. GODFREY: That's what plaintiffs have asked for.

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MR. GODFREY: I think we'd have an ability to appeal that ruling, but at that point, I think it would merge as a practical matter in the withdrawal papers. They are slightly different standards, but it comes to the same outcome eventually.

THE COURT: All right. Very good.

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And then taking a step back, more broadly, I take it -- well, what are your respective views -- and they may differ -- on how this intersects with the motions that are pending before me in terms of what order they should be.

I take it GM's position is that I should decide the motions pending before me, and then that would have a bearing, if not resolve, the motions.

MR. GODFREY: It's not just GM's position, your Honor. The settlement agreement itself, in comments made by bankruptcy counsel for the plaintiffs, are that this Court's decisions will have impacts.

In fact, there is a provision in the proposed settlement agreement that depending upon how this Court rules, they may have to re-do the notice. They may have to re-do various terms of the agreement. There are provisions in the agreement which recognize this.

In our papers, we outline all the statements they've made over the past three months indicating that they are dependent upon -- and this Court's rulings have an ultimate

motions in the event that I do withdraw the reference.

I will tell you that I am certainly trying and will try to get you rulings on the pending motions as soon as possible. You might have inferred that I've been a little busy over the last few months. And in that regard, there are so many hours in the day. So it is what it is. But I'm going to do as best I can.

Mr. Godfrey.

MR. GODFREY: I know the Court has been busy.

THE COURT: Yes. Partially because of you and unrelated matters, but we don't have to discuss that.

MR. GODFREY: I was playing back in my mind when you said I think we're all in agreement. I'm not sure I understood the Court correctly. So if I could rephrase what I think we're in agreement on. I think the withdrawal motion needs to take place before Judge Glenn decides any issues on the proposed settlement.

I think before any issues on the proposed settlement can be decided, this Court needs to rule on various issues. I cannot disagree more with Mr. Berman about his characterization of the class issues, but that's for another day. So I'm not sure --

### 09|50026-904 Doc 14466-4 Filed 03/08/19 Entered 03/08/19 17:02:26 Exhibit D17 Pg 18 of 41 THE COURT: I think I was referring just to in the 1 2 event that I do withdraw the reference, what order I should 3 take up the motions. There it seems like everybody is in 4 agreement that the motions that are already pending before 5 me --MR. GODFREY: I apologize. I misunderstood. Yes. 6 Ι 7 agree with that. 8 THE COURT: Very good. Anything else to discuss on that front? All right. 9 10 Good. 11 Mr. Berman, who is counsel in the case, the motion to withdraw the reference case? I don't have the docket number 12 13 handy, but on your side. 14 MR. BERMAN: Ms. Cabraser and I, along with our 15 bankruptcy lawyers. 16 THE COURT: Have you entered a notice of appearance in 17 the matter? 18 MR. BERMAN: No, we have not. We're still trying to 19 figure out why that happened. A new case was opened. If we 20 need to file a notice of appearance, we will do so. 21 THE COURT: My understanding of how things these 22 things work -- I confess I think this is the first motion to 2.3 withdraw I've received as a judge. But I think it gets filed 24 in the bankruptcy court, and then it's transmitted to the clerk

of the district court and opened as a new case. So that's why

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THE COURT: I think there are some presale claims pending before me.

Ms. Bloom is going to take over now.

So there are 172 remaining post-sale MS. BLOOM: claims, and I do think that by the end of March, a good number of those will be gone. We have settlement conferences set up for one that affects 34, one that affects 8, one that affects I'm optimistic that a good number of these will all be gone by the end of March.

The only thing I'd say is there is a group of 68 claims that remain, just so that you know, by one firm. They have informed us that they have a number of additional claims that they have not yet filed that they're working through.

So then for us, in terms of being able to work with them to try to resolve those post-sale claims, there is a big process where we have to get the information from them and review it internally.

So for that group of 68 claims, post-sale claims, it may not be until summer now that we can resolve those or attempt to resolve them in light of that additional information that we have learned. So you may see new claims filed, and I would anticipate they'll all be from that one firm.

THE COURT: Which firm is that?

We hadn't signed the term sheet. So I had the team send in the letter without incorporating those numbers and then reported the numbers to your Honor last night in a letter.

THE COURT: All right. Are you filing anything with respect to that settlement before me?

MS. BLOOM: Your Honor, that's good actually a good point. The other thing I wanted to bring up is that because a number of these settlements now involve presale claims, the mediator that we have used, Dan Balhoff, who was the original mediator for the Hilliard post-sale docket, requested that he would like the same process that was used then which is that he be appointed special master. It does help in terms of being able to send out offer letters to have the imprimatur of the Court.

So there will be about four or five of these settlements actually starting next week where we will be filing with your Honor papers very similar to what we did with the post-sale docket where we will be seeking to have a qualified settlement fund set up that your Honor will oversee and also to have Mr. Balhoff appointed as the settlement special master for those cases.

THE COURT: I think you indicated in the letter reporting on the settlement with Mr. Hilliard's presale docket a similar intention. Correct?

MS. BLOOM: That's exactly right. He will be one of

### 09/50026年時 Doc 14466-4 Filed 03/08/19 Entered 03/08/19 17:02:26 Exhibit D<sup>2</sup>3 1 the dockets that will be coming along with the very same sort 2 of paperwork. That's right. 3 THE COURT: Will it be same as the one that I 4 previously approved? 5 MS. BLOOM: Yes. They will be virtually identical. 6 You'll see a trust agreement, and then you'll see the same 7 qualified settlement fund administrator, Scott Freeman, that 8 we'd be proposing in each of these qualified settlement funds. And then you will see in each of them a motion to appoint 9 10 Mr. Balhoff as the settlement special master. So, yes. will be virtually identical but just different plaintiff law 11 firms, different aggregate settlements. 12 13 THE COURT: It would be helpful if when you file it, 14 if you could file a letter just identifying if there are any 15 changes from the motion that I approved several years ago on 16 that front, just to sort of draw my attention to those. That 17 would be helpful. 18 MS. BLOOM: Sure. I don't imagine that there would be 19 anything really that has changed. It's just for tax purposes 20 you need separate funds for the different plaintiff lawyer 21 groups and the different groups that are putting money into the 22 So they'll be virtually identical, but I will, to the 23 extent there is anything different, make sure to do a cover

THE COURT: All right. Great.

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is the same firm that we settled with this week, an aggregate settlement of their presale docket. So it is also the same firm that earlier -- I don't remember if it was before we met with you or sort of in the interim, but we also sort of did an aggregate settlement with them for one set of their post-sale claims that were affiliated with one referring counsel. Now we're dealing with what's left of their post-sale docket. So that's sort of the last big push I think that's here really after the Potts firm.

THE COURT: All right. Very good.

Now, Mr. Potts, I know you came all this way. If there's anything you want to say, you're welcome to.

MR. POTTS: If you will give me just one minute, your Honor.

When we talk about post-sale claims, we have a group of claims that are not ignition switch I submit in that bucket. We have 23 of those. Those are ESC or EPS claims. As the Court knows, those cases have not been worked up. There has been virtually no discovery.

I read your order a couple days ago saying you were inclined to remand those. I just want to let you know we wholeheartedly support that. Those people have waited for years and have years more to wait because there has been no discovery done. So as soon as that could be done, we would ask the Court to do that.

Just so the record is not unclear about this, we do not agree that there has been no discovery related to those cases, but we don't need to address that now. But I just wanted to respond briefly to that.

THE COURT: Mr. Potts, you can tell me if you think otherwise, but it sounds like we should take that up after the end of that 60-day period, if you will.

I think the inclination that I shared in my endorsement on the agenda letter, suffice it to say, I would probably have the same inclination with respect to non ignition switch claims that remain after that 60-day period, which is to say my gut at the moment is that those should probably be remanded sooner rather than later if they're not resolved.

MR. POTTS: I would agree. GM just recently agreed to mediate those. So we were going to attempt to mediate those with the rest of our docket on March 21.

THE COURT: All right.

MR. POTTS: Thank you.

THE COURT: Good luck to you all on that.

So sticking to the agenda letter, we've more or less moved into item number 5. But wave one and wave two, wave one, there are just the two remaining plaintiffs and a fully submitted summary judgment motion that I will rule on relatively soon I hope.

Is there anything to discuss as to wave two or the

counsel has moved to withdraw and we don't know where they're

ones that are in what we call the order 137 process where

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THE COURT: What are your thoughts? I guess I was thinking at a minimum that having some sort of notice in more lay terms that would be served on any pro se plaintiffs, along with whatever orders are applicable, would make sense but sort of translating those into more understandable lay terms. That's one option.

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Another option would be to sort of have a separate

order that would lay it out in more clear, understandable ways for an unrepresented party. In either case, I would think it would make sense to sort of settle on that before the list of wave three plaintiffs is nailed down or maybe even before March 20 when I think order number 160 requires GM to serve those plaintiffs with its notice. It might make sense to have something done before then so that you could serve along with that notice whatever we come up with.

Thoughts.

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MR. HILLIARD: A separate order makes sense to me,

Judge. It could be the deadlines would be almost identical to
those who are represented, but we might be able to be fairly
flexible to something that may come up, and separate orders

might keep it cleaner in regards to how we handle pro se
plaintiffs. We'll confer with GM this afternoon and tomorrow
to try to get it started quickly.

THE COURT: So you why don't you report back let's say within a week so that we hopefully can have something resolved before that March 20 deadline.

Does that make sense?

MR. HILLIARD: Yes, sir.

THE COURT: I recognize, Mr. Hilliard, you don't actually represent these people, but if I could task you with on behalf of the Court, I suppose, representing their interest in terms of me figuring out a good way of handling this, that

to remand them.

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By contrast, to the extent that New GM thinks that my December 2017 opinion with respect to airbag deployment would dispose of any cases in that group, I think there is a stronger argument that, given my familiarity with those issues and what have you, that New GM should at least have an opportunity to make that argument.

So I've got an agreed upon joint proposal I take it for timing and procedures for remand. I don't know if that means that you've accepted my inclination.

MR. HILLIARD: We've learned that your inclinations are usually best accepted.

THE COURT: Sometimes I change my mind.

MR. HILLIARD: Sometimes you do. We've spent time together and have come up to this agreement, subject to the Court's approval, on our suggested next step for remand.

THE COURT: All right. Ms. Smith.

MS. SMITH: Yes, your Honor. We also took your inclination to heart. Although we passionately — and I mean passionately — believe these claims would be served by remaining here, at the same time that this agreed process is going on, we will be working on settling these claims as well. So we're, again, cautiously optimistic that at least some of these will resolve before we ever get through the process.

But taking the Court's inclination to heart and kind of wanting to get peace and having these at least 18 procedures

### 09/50026年時 Doc 14466-4 Filed 03/08/19 Entered 03/08/19 17:02:26 Exhibit D<sup>3</sup> 4 1 resolved, we did work out an agreement with lead counsel last 2 night on this. But to make clear, for the next steps on the 3 next 60 claims, this is of course without prejudice to 4 maintaining our position on whether they should be remanded or 5 not. THE COURT: Understood. So this proposal looks good 6 7 So I'm happy to bless it. I would think it would make 8 sense to memorialize this in a stand-alone order separate and 9 apart from the post status conference order. So why don't you 10 convert this into a proposed order and let's say submit it 11 within the next week as well. Does that make sense? 12 MS. SMITH: Yes, your Honor. 13 14 MR. HILLIARD: Yes, sir. 15 THE COURT: As I said before, I think we can defer 16 discussion of the 23 cases or however many other order 153 17 cases there may be until the 60-day period is over. 18 Mr. Potts, is that good with you? 19 MR. POTTS: It is. 20 THE COURT: Excellent. Are there other cases in the 21 mix that wouldn't fall in one of the buckets that we just 22 discussed? Anything else to discuss? 2.3 MS. SMITH: I believe from New GM's perspective on the 24 personal injury cases, that covers it. 25 THE COURT: What about the 110 presale order claims?

of those cases remain.

Since I think it makes sense to raise it now, my suggestion about a tracking spreadsheet of some sort. I take it from the last line of your letter from yesterday that you're okay with that and agree it would be a good idea, and you're all nodding.

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MR. GODFREY: From New GM's perspective, I think at

THE COURT: The thing that I'm most eager to ensure, number one, is that we're aware of the status of every plaintiff and that we're aware of who the plaintiffs are; two, that they're all subject to something, not just sort of

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### 09/50026年時 Doc 14466-4 Filed 03/08/19 Entered 03/08/19 17:02:26 Exhibit D<sup>1</sup>0 1 17th, but I could do the 18th, your Honor. 2 THE COURT: I'm relieved to hear that you take 3 vacation, Mr. Godfrey. 4 MR. GODFREY: I hit a certain age, and my wife is 5 enforcing the rule, at least occasionally. 6 THE COURT: Which day are you flying back? 7 MR. GODFREY: The 17th. So I could be here on the 8 18th. 9 THE COURT: Does the 18th work for everybody? 10 MS. CABRASER: I think it works for plaintiff, 11 your Honor. MR. HILLIARD: It works. 12 13 THE COURT: So let's do the 18th at 9:30. I will look 14 for your proposed order memorializing what we've done today in 15 the next few days. As discussed, you should submit a separate 16 order with respect to the remand issues and the pro se issues 17 and what have you. 18 Anything else? 19 MR. GODFREY: No, your Honor. Thank you. THE COURT: Great. 20 21 MR. HILLIARD: Thank you, your Honor. 22 THE COURT: Depending on how many people are coming 2.3 into the robing room, we may need a few extra chairs. So if 24 you could help my staff carry some in, that would be great, and 25 I'll see you in there in a few moments. Thanks.